

## Message Text

LIMITED OFFICIAL USE

PAGE 01 GENEVA 06718 051412Z

51

ACTION EB-06

INFO OCT-01 ARA-06 EUR-08 EA-06 NEA-06 IO-04 ISO-00 AF-04

OIC-02 AGR-05 CEA-01 CIAE-00 COME-00 DODE-00 FRB-01

H-01 INR-05 INT-05 L-01 LAB-01 NSAE-00 NSC-05 PA-01

RSC-01 AID-05 CIEP-01 SS-15 STR-01 TAR-01 TRSE-00

USIA-06 PRS-01 SP-02 FEAE-00 OMB-01 SWF-01 /104 W

----- 119253

P R 051250Z NOV 74

FM USMISSION GENEVA

TO SECSTATE WASHDC PRIORITY 9023

INFO AMEMBASSY BONN

AMEMBASSY BRASILIA

AMEMBASSY BRUSSELS

AMEMBASSY CANBERRA

AMEMBASSY COPENHAGEN

AMEMBASSY THE HAGUE

AMEMBASSY ISLAMBAD

AMEMBASSY LONDON

AMEMBASSY MEXICO CITY

AMEMBASSY NEW DELHI

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

AMEMBASSY WELLINGTON

USMISSION EC BRUSSELS UNN

USMISSION OECD PARIS UNN

LIMITED OFFICIAL USE GENEVA 6718

E.O. 11652: N/A

TAGS: ETRD GATT

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 GENEVA 06718 051412Z

SUBJECT: MTN: SUPPLY MANAGEMENT - DATE OF NEXT TNC- BREIFING

ON STATUS OF TRADE REFORM ACT

SUMMARY: GATT DG LONG HELD MEETING OF US, EC, JAPAN NOVEMBER 4 TO DISCUSS SUPPLY MANAGEMENT AND DATE OF NEXT TNC. ALL AGREED ON IMPORTANCE EARLY START DISCUSSION ON WHETHER SUPPLY MANAGEMENT ISSUE IN MTN AND SCHEDULE OF MEETINGS TO DO SO AGREED. GROUP ALSO AGREED ON TNC MEETING BEGINNING JANUARY 21 FOLLOWING SERIES OF INFORMAL PREPARATORY MEETINGS.

1. ON SUPPLY MANAGEMENT, US (MALMGREN) UNDERLINED IMPORTANCE THAT MTN PARTICIPANTS BEGIN DISCUSSIONS ON THIS KEY TOPIC. SUGGESTED LOW-KEY DISCUSSIONS AT OUTSET AIMED AT RELAXED DISCUSSION ALL ASPECTS OF PROBLEM, WITH EVENTUAL AGREEMENT ON CODE OF CONDUCT AS ONE POSSIBLE OUTCOME. FAVORED INVOLVEMENT OF KEY LDCS IN DISCUSSION AT EARLY STAGE. US DOES NOT CONSIDER ISSUE AS ONE WHERE DCS SHOULD BE RANGED ON ONE SIDE AND LDCS ON THE OTHER. (MAJOR PART OF US COMMODITY IMPORTS ACTUALLY COME FOR DCS). EC (HIJZEN) AGREED TOPIC IMPORTANT. ARGUED IT CLOSELY LINKED TO ABILITY OF COUNTRIES TO LIBERALIZE IMPORTS, AND THAT LATTER WOULD BE IMPOSSIBLE UNLESS THERE WERE ADEQUATE ASSURANCES OF ACCESS TO RAW MATERIALS. FAVORED HAVING INITIAL COMPREHENSIVE EXPLORATION OF PROBLEM, WITH QUESTION OF POSSIBLE CODE OF CONDUCT COMING UP ONLY AT LATER STAGE. IN FACT, FELT ISSUES COULD BE BETTER RESOLVED VIA AGREEMENT ON PRECISE TOPICS, RATHER THAN BY AGREEMENT ON GENERAL PRINCIPLES. FOR EXAMPLE, COPPER AND BAUXITE HAVE TO BE HANDLED IN SEPARATE WAYS. JAPAN (KITAHARA) AGREED SUBJECT WAS KEY ONE FOR MTN, AND ARGUED FOR AGREEMENT AMONG DCS BEFORE BEGINNING DISCUSSIONS WITH LDCS. FAVORED WORK ON BOTH CODE AND PRECISE AGREEMENTS. EMPHASIZED IMPORTANCE OF GETTING AUSTRALIA AND CANADA TO WORK WITH US, EC, AND JAPAN.

3. SUBSEQUENT DISCUSSION LED TO CONSENSUS THAT BOTH GENERAL AND PRECISE ASPECTS OF QUESTION IMPORTANT AND WOULD NEED BE DISCUSSED AND DEALT WITH. CLEAR THAT ALL PARTIES WERE AT PRELIMINARY STAGE OF THINKING ON SUBJECT. IT WAS ALSO AGREED IMPORTANT TO KEEP KEY LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 GENEVA 06718 051412Z

LDCS INVOLVED IN DISCUSSION ALL ALONG THE WAY. ALL PARTICIPANTS EXPRESSED VIEW THAT WHILE MUCH NEEDED TO BE DONE ON SUBJECT ON MULTILATERAL BASIS, THERE WAS ALSO WIDE SCOPE FOR BILATERAL NEGOTIATIONS CONSISTENT WITH WHATEVER AGREED MULTILATERALLY. THERE WAS ALSO RECOGNITION THAT THE DISCUSSIONS WOULD PRIMARILY RELATE TO COMMODITIES OTHER THAN OIL WHICH A SOMEWHAT SEPARATE PROBLEM. IMPORTANCE OF INTEGRATING

WORK IN OECD AND GATT FORUMS ALSO UNDERLINED.

4. ON FUTURE SCHEDULE, IT WAS AGREED SUBJECT SHOULD BE DISCUSSED INFORMALLY WITH AUSTRALIANS, CANADIANS AND OTHER DEVELOPED COUNTRIES IN COMING WEEKS. THERE WILL THEN BE INFORMAL GATT MEETING OF US, EC, JAPAN, CANADA, AUSTRALIA, NEW ZEALAND, SCANDINAVIANS, AUSTRIA, SWITZERLAND AFTERNOON OF NOVEMBER 20. SAME GROUP WILL MEET WITH LDCS (GROUP OF SEVEN PLUS SEVEN) AFTERNOON OF NOVEMBER 21. QUESTION OF WHETHER THERE SHOULD BE SPECIAL TNC SUB-GROUP ON SUBJECT WILL BE CONSIDERED AT SOME TIME IN THE FUTURE.

5. CONCERNING TNC, IT WAS AGREED THERE WOULD FIRST BE A MEETING OF KEY DCS AND LDCS IN GATT SEVEN PLUS SEVEN GROUP ON NOVEMBER 22 TO BEGIN DISCUSSION GENERAL ORGANIZATION AND PLANS FOR NEXT STAGE OF MTN. THIS WILL BE FOLLOWED BY SERIES OF INFORMAL MEETINGS ON KEY SUBJECTS LEADING UP TO FULL 3 OR 4 DAY MEETING OF TNC BEGINNING TUESDAY, JANUARY 21.

6. WHILE IN GENEVA, AMBASSADOR MALMGREN ALSO HELD INFORMAL BRIEFING MEETING FOR ALL MEMBERS TNC ON STATUS OF TRADE REFORM ACT, RELATIONSHIP HOUSE AND SENATE VERSIONS AND OUTLOOK. HE ALSO HELD BACKGROUND BRIEFING ON MTN WITH KEY MEMBERS GENEVA PRESS CORPS. DALE

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** TRADE PROTECTIONISM, DIPLOMATIC DISCUSSIONS, MEETINGS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 05 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974GENEVA06718  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740317-0178  
**From:** GENEVA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19741171/aaaacifn.tel  
**Line Count:** 141  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 03 APR 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <03 APR 2002 by martinml>; APPROVED <07-Aug-2002 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** MTN: SUPPLY MANAGEMENT - DATE OF NEXT TNC- BRIEFING ON STATUS OF TRADE REFORM ACT  
**TAGS:** ETRD, JA, US, GATT, EEC  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005